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## THE WHITE HOUSE WASHINGTON

December 14, 1962

## NATIONAL SECURITY ACTION MEMORANDUM NO. 212

TO

The Secretary of State The Secretary of Defense

The Administrator, Agency for International Development

SUBJECT:

U. S. Policy toward Yugoslavia

Following a discussion of U. S. policy toward Yugoslavia, the President:

- 1. Indicated that he was prepared to seek an amendment to the Trade Expansion Act to restore most-favored-nation treatment for Yugoslav goods. The Department of State will prepare a memorandum justifying this course of action. This memorandum should be designed to indicate the advantages of securing mostfavored-nation treatment as against the possible alternative course of extending additional aid to Yugoslavia.
- 2. Authorized the Departments of Defense and State to arrange for the sale of spare parts to Yugoslavia to maintain U. S. military equipment already delivered to the Yugoslav Government. The timing of an announcement of such sales should be coordinated with the White House in connection with the effort to restore most-favored-nation treatment.
- 3. Directed the Departments of State, Defense and AID to study the proposals and recommendations made by Ambassador Kennan in Belgrade's airgram A-543 and prepare for the President's consideration possible courses of action.

Afry Jul McGeorge Bundy

cc: The Director of Central Intelligence

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